GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Extension of certain incentives under Industrial Development Policy 2015-20 to M/s. Indani Global Pvt. Limited which intends to set up a most modern precious metals refining and manufacturing plant with a proposed capacity to refine 150MTs gold with an investment of Rs. 86.50 crores – Orders- Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.Ms.No.127 Dated: 05-10-2016

Read the following:-

(1) From the authorized Signatory, M/s. Indani Global Pvt. Limited, letter, Dt:17.05.2016.
(2) Empowered Committee of Secretaries Meeting held on 20.06.2016.
(3) State Investment Promotion Board Meeting held on 08.07.2016.

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O R D E R

In the reference 1st read above, M/s. Indani Global Pvt. Limited have informed that they intended to create a facility of gold and silver refinery at Vijayawada with a proposed capacity to refine 150 MTs. gold and 300 MTs. silver per annum initially, further increase the capacity. They intend to set up a most modern precious metals refining and manufacturing plant, equipped with state-of-the-art technology throughout and with the most advanced environmental infrastructure and safeguards that meet the most stringent regulatory standards. The proposed investment in the project is around Rs. 86.50 crore and is likely to provide employment to around 100 persons. The Company has requested for the following:

(i) Reimbursement of stamp duty
(ii) Power Subsidy at Re. 1 Per unit (Time limit not specified)
(iii) 80% subsidy in land cost – Subsidy requested is RAs 24.50 Crore
(iv) 100% VAT/CST reimbursement for 10 years irrespective of fixed capital investment.

2. In the reference 2nd read above, the Empowered Committee of Secretaries has discussed the proposal of M/s Indani Global Pvt. Limited and has recommended to the SIPB with the following incentives/benefits for the unit :

(i) To consider it as Mega Project under Industrial Development Policy 2015-20, keeping in view the huge working capital requirement of Rs.2251 crore per annum and huge turnovers of Rs. 13,000 crore to Rs. 45,000 crore over a period of 5 years.

(ii) Reimbursement of 75 % VAT&CST for period of (10) years from the date of commencement of commercial production with a cap to be decided by the SIPB. However, necessary conditions to be imposed to avoid mis-utilization of the tax incentives through trading of Gold.

(iii) All other benefits as per Industrial Development Policy 2015-20.

3. In the reference 3rd read above, the State Investment Promotion Board (SIPB) has discussed the proposal of M/s Indani Global Pvt. Limited in detail and decided the following incentives:

(i) To consider it as Mega Project under Industrial Development Policy 2015-20, keeping in view the huge working capital requirement of Rs. 2251 crore per annum and huge turnovers of Rs. 13,000 crore to Rs. 45,000 crore over a period of 5 years.

(ii) Reimbursement of 75 % VAT&CST for period of (10) years from the date of commencement of commercial production. . However, necessary conditions to be imposed to avoid misutilization like clubbing of trading volume etc into Refining by Commercial Taxes Department.

(iii) All other benefits as per Industrial Development Policy 2015-20.

(P.T.O)

4. Government after careful examination of the recommendations of the State Investment Promotion Board, hereby consider most modern precious metals refining and manufacturing plant to be set up by M/s. Indani Global Pvt. Limited with a proposed capacity to refine 150 MTs gold and 300 MTs Silver with an investment of Rs. 100-110ccrores as Mega Project under Industrial Development Policy 2015-20, keeping in view the huge working capital requirement of Rs.2251 crore per annum and huge turnovers of Rs. 13,000 to Rs. 45,000 crore over a period of 5 years and extend the following incentives to them:

(i) Reimbursement of 75 % VAT&CST for period of (10) years from the date of commencement of commercial production.

(ii) All other benefits as per Industrial Development Policy 2015-20.

5. Necessary conditions shall be imposed by Commercial Taxes Department to avoid misutilization like clubbing of trading volume etc. into Refining.

6. The Director of Industries, Andhra Pradesh, Hyderabad, the Commissioner of Commercial Taxes, Andhra Pradesh, Vijayawada shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Director of Industries, A.P., Hyderabad.
The Commissioner of Commercial Taxes, A.P., Vijayawada
M/s. Indani Global Pvt. Limited through the DOI, A.P. Hyderabad.
Copy to:
Revenue(CT) Department, A.P. Secretariat, Velagapudi.
The Finance (FMU-Rev.IC)Dept.,
The Revenue (Registration) Department.
Revenue(CT) Department, A.P. Secretariat, Velagapudi.
The Law (H) Department, A.P. Secretariat, Velagapudi.
The Accountant General, Andhra Pradesh, Hyderabad.

The Commissioner of Commercial Taxes, Vijayawada.
The Vice Chairman & Managing Director, Andhra Pradesh Industrial Infrastructure Corporation, Vijayawada.
The Collector & District Magistrate, Krishna District.
The General Manager, District Industries, Centre, Krishna District.
The Zonal Manager, Andhra Pradesh Industrial Infrastructure Corporation, Krishna District.
P.S. to Principal Secretary to Chief Minister
P.S. to Chief Secretary to Government
P.S. to Secretary to Government & CIP, Industries & Commerce Dept.
SC/SF.

//FORWARDED :: BY ORDER//

SECTION OFFICER